



Standard Memorandum of Understanding between the Participating UN Organizations and the Administrative Agent for pass-through fund management

**Memorandum of Understanding
Between
World Health Organization (WHO)
Food and Agriculture Organization (FAO)
United Nations Population Fund (UNFPA)
United Nations International Children's Emergency Fund (UNICEF)
and
United Nations Development Programme/
Programme of Assistance to the Palestinian People (UNDP/PAPP),**

regarding the Operational Aspects of the UN Joint Programme for Avian Influenza Response in the Palestinian Territories

WHEREAS, United Nations Development Programme / Programme of Assistance to the Palestinian People (UNDP/PAPP), World Health Organization (WHO), Food and Agriculture Organization (FAO), United Nations Population Fund (UNFPA), United Nations International Children's Emergency Fund (UNICEF) (hereinafter referred to collectively as the "Participating UN Organizations") have developed a joint programme (hereinafter referred to as the "Joint Programme"), as more fully described in the detailed Joint Programme document dated **October 17, 2006, document no. 52403 (hereinafter referred to as the "Joint Programme Document"¹), and have agreed to establish a coordination mechanism ² (hereinafter referred to as the "Joint Programme Steering Committee"³) to facilitate the effective and efficient collaboration between the Participating UN Organizations and the host Government for the implementation of the Joint Programme;**

¹ The Joint Programme Document contains at a minimum a common work plan, a budget, the coordination and management mechanism and signature of all parties to the Document.

² The Parties to the Joint Programme Document will decide what is the most appropriate coordination mechanism, for example a theme group, steering committee, management committee etc. For ease of reference, this mechanism is referred to as the "Joint Programming Steering Committee" in this document.

³ The composition of the Joint Programme Steering Committee or other body shall include all of the signatories to the Joint Programme Document. The Steering Committee may also have other members in an observer capacity, such as donors and other stakeholders.

WHEREAS, the Participating UN Organizations have agreed that they should adopt a coordinated approach to collaboration with donors who wish to support the implementation of the Joint Programme and have developed a Joint Programme Document to use as the basis for mobilising resources for the Joint Programme, and have further agreed that they should offer donors the opportunity to fund the Joint Programme and receive reports on the Joint Programme through a single channel; and

WHEREAS, the Participating UN Organizations have further agreed that **United Nations Development Programme / Programme of Assistance to Palestinian People (UNDP/PAPP)** (which is also a Participating UN Organization in connection with this Joint Programme)⁴ should be asked to serve as their administrative interface between donors and the Participating UN Organizations for these purposes and **UNDP/PAPP** has agreed to do so in accordance with this Memorandum of Understanding.

NOW, THEREFORE, the **UNDP/PAPP** and the Participating UN Organizations (hereinafter referred to collectively as the “Parties”) hereby agree as follows:

Article I

Appointment of Administrative Agent; its Status, Duties and Fee

1. The Participating UN Organizations hereby appoint **UNDP/PAPP** (hereinafter referred to as the “Administrative Agent” or the “AA”) to serve as their Administrative Agent in connection with the Joint Programme, in accordance with the terms and conditions set out in this Memorandum of Understanding. The Administrative Agent accepts this appointment on the understanding that the Participating UN Organizations assume full programmatic and financial accountability for the funds disbursed to them by the Administrative Agent. This appointment shall continue until it terminates, or is terminated, in accordance with Article VII below.
2. On behalf of the Participating UN Organizations, the Administrative Agent shall:
 - (a) Receive contributions from donors that wish to provide financial support to the Joint Programme through the Administrative Agent;
 - (b) Administer such funds received, in accordance with this Memorandum of Understanding including the provisions relating to winding up the Joint Programme Account and related matters;
 - (c) Subject to availability of funds, disburse such funds to each of the Participating UN Organizations in accordance with instructions from the Joint Programme Steering Committee, taking into account the budget set out in the Joint Programme Document, a copy of which is attached hereto

⁴ In most cases the AA will also be a Participating UN Organization. However, where the AA is not a Participating UN Organization, this provision can be deleted.

as ANNEX A, as amended in writing from time to time by the Joint Programme Steering Committee;

- (d) Compile financial reports produced by each of the Participating UN Organizations into a consolidated report, and distribute such financial reports together with consolidated programme reports produced by the Participating UN Organizations, as further described in the Joint Programme Document, to each donor that has contributed to the Joint Programme Account and to the Joint Programme Steering Committee;
- (e) Provide final reporting, including notification that the Joint Programme has been operationally completed, in accordance with Article IV below⁵;
- (f) Perform such other activities as the Participating UN Organizations and the Administrative Agent may agree in writing.

2. None of the Participating UN Organizations shall be liable for the acts or omissions of the Administrative Agent or its personnel, or of persons performing services on its behalf, except in regard to any contributory acts or omissions of other Participating UN Organizations. With respect to such contributory acts or omissions of the Participating UN Organizations, the resulting liability shall be apportioned among them or any one of them to the extent of such contributory acts or omissions, or as may otherwise be agreed.

3. The Administrative Agent shall be entitled to allocate an administrative fee of one percent (1 %) of the amount contributed by each donor signing a Letter of Agreement, to meet the Administrative Agent's costs of performing the Administrative Agent's functions described in this Memorandum of Understanding. Notwithstanding the foregoing, in cases the contribution is less than \$2 million, the fee will be subject to a minimum floor of \$20,000; if the contribution is above \$10 million, the fee will be subject to a maximum ceiling of \$100,000.⁶

Article II Financial Matters

The Administrative Agent

⁵ To the extent that under a particular Joint Programme the AA has responsibilities beyond those set forth in "a" through "e", additional tasks can be added as a new "f".

⁶ In cases where the Participating UN Organizations and the AA agree that the AA's responsibilities are more complex than envisioned in Article I, para 2 (a)-(e), such additional responsibilities will be included in Article I, para 2(f) and a higher percentage or amount for the fee of the AA than that stipulated here may be agreed with the donor or included as direct costs in the budget directly managed by the AA as appropriate

1. The Administrative Agent shall establish a separate account under its financial regulations and rules for the receipt and administration of the funds received pursuant to Letters of Agreements (hereinafter, the "Joint Programme Account"). The Joint Programme Account shall be administered by the Administrative Agent in accordance with the regulations, rules, directives and procedures applicable to it, including those relating to interest. The Joint Programme Account shall be subject exclusively to the internal and external auditing procedures laid down in the financial regulations, rules, directives and procedures applicable to the Administrative Agent.

2. The Administrative Agent will not absorb gains or losses on currency exchanges. Such amounts will increase or decrease the funds available for disbursements to Participating UN Organizations

3. The Administrative Agent shall make disbursements from the Joint Programme Account based on instructions from the Joint Programme Steering Committee, in line with the budget set forth in the Joint Programme Document, as amended from time to time by the Joint Programme Steering Committee. The disbursements shall consist of direct and indirect costs as set out in the budget.

4. Subject to the availability of funds, the Administrative Agent shall normally make each disbursement within seven (7) to ten (10) business days after receipt, in accordance with the instructions received from the Joint Programme Steering Committee in line with the Joint Programme Document. The Administrative Agent shall transfer funds to each Participating UN Organization through wire transfer. Each Participating UN Organization shall advise the Administrative Agent in writing of the bank account for transfers pursuant to this Memorandum of Understanding. When making a transfer to a Participating UN Organization, the Administrative Agent will notify that Participating UN Organization's Treasury Operations of the following: (a) the amount transferred, (b) the value date of the transfer; and (c) that the transfer is from **United Nations Development Programme / Programme of Assistance to the Palestinian People (UNDP/PAPP)** as Administrative Agent in respect of the joint programme in **The Palestinian Territories** pursuant to this Memorandum of Understanding.

5. Where the balance in the Joint Programme Account on the date of a scheduled disbursement is insufficient to make that disbursement, the Administrative Agent shall consult with the Joint Programme Steering Committee and make a disbursement, if any, in accordance with the Joint Programme Steering Committee's instructions.

The Participating UN Organizations

6. Each Participating UN Organization shall establish a separate ledger account under its financial regulations and rules for the receipt and administration of the funds disbursed to it by the Administrative Agent from the Joint Programme Account. That separate ledger account shall be administered by each Participating UN Organization in accordance with its own regulations, rules, directives and procedures, including those relating to interest. That separate ledger account shall be subject exclusively to the

internal and external auditing procedures laid down in the financial regulations, rules, directives and procedures applicable to the Participating UN Organization concerned.

7. Each Participating UN Organization shall use the funds disbursed to it by the Administrative Agent from the Joint Programme Account to carry out the activities for which it is responsible as set out in the Joint Programme Document, as well as for its indirect costs. The Participating UN Organizations shall commence and continue to conduct operations for the Joint Programme only upon receipt of disbursements as instructed by the Joint Programme Steering Committee. The Participating UN Organizations shall not make any commitments above the approved budget in Annex A, as amended from time to time by the Joint Programme Steering Committee. If there is a need to exceed the budgeted amount, the Participating UN Organization concerned shall submit a supplementary budget request to the Joint Programme Steering Committee.

Article III Activities of the Participating UN Organizations

1. Each of the Participating UN Organizations shall carry out its activities contemplated in the Joint Programme Document in accordance with the regulations, rules, directives and procedures applicable to it. Accordingly, personnel shall be engaged and administered, equipment, supplies and services purchased, and contracts entered into in accordance with the provisions of such regulations, rules, directives and procedures. On the termination or expiration of this Agreement, the matter of ownership shall be determined in accordance with the regulations, rules, directives and procedures applicable to such Participating UN Organizations, including, where applicable, its basic agreement with the **Palestinian Authority**.

2. Any modifications to the activities set out in the Joint Programme Document, including as to their nature, content, sequencing or the duration thereof shall be subject to mutual agreement in writing between the relevant Participating UN Organization and the Joint Programme Steering Committee. The Participating UN Organization shall promptly notify the Administrative Agent through the Joint Programme Steering Committee, of any change in the budget as set out in the Joint Programme Document.

3. Where a Participating UN Organization wishes to carry out its Joint Programme activities through or in collaboration with a third party, it shall be responsible for discharging all commitments and obligations with such third parties, and no other Participating UN Organization, nor the Administrative Agent, shall be responsible for doing so.

4. In carrying out their Joint Programme activities, none of the Participating UN Organizations shall be considered as an agent of any of the others and, thus, the personnel of one shall not be considered as staff members, personnel or agents of any of the others. Without restricting the generality of the preceding sentence, none of the Participating UN

Organizations shall be liable for the acts or omissions of the others or their personnel, or of persons performing services on their behalf.

5. Each Participating UN Organization shall advise the Administrative Agent in writing when all activities for which it is responsible under the Joint Programme have been completed.

Article IV Reporting

1. Each Participating UN Organization shall provide the Joint Programme Steering Committee and the Administrative Agent with the following statements and reports prepared in accordance with the accounting and reporting procedures applicable to the Participating UN Organization concerned, as set forth in the Joint Programme Document. The Participating UN Organizations will endeavor to harmonize their reporting formats to the extent possible:

- (a) Narrative progress reports for each twelve-month period, to be provided no later than one month after the end of the applicable reporting period;
- (b) Annual financial reports as of 31 December each year with respect to the funds disbursed to it from the Joint Programme Account, to be provided no later than four months after the end of the applicable reporting period;
- (c) A final narrative report and financial report, after the completion of the Joint Programme and including the final year of the Programme, to be provided no later than 30 April of the year following the financial closing of the Programme;
- (d) A final certified financial statement, to be provided no later than 30 June of the year following the financial closing of the Programme.

2. The Administrative Agent shall prepare consolidated narrative progress and financial reports consisting of the reports referred to in paragraph 1 (a) to (d) above submitted by each Participating UN Organization, and shall provide those consolidated reports to each donor that has contributed to the Joint Programme Account, in accordance with the timetable established in the Letter of Agreement, and to the Joint Programming Steering Committee.

3. The Administrative Agent shall also provide a financial report and a final certified financial statement to Donors and Participating UN Organizations, on its activities as Administrative Agent, to be provided no later than 30 June of the year following the financial closing of the Programme.

Article V
Monitoring and Evaluation

Monitoring and evaluation of the Joint Programme shall be undertaken in accordance with the provisions contained in the Joint Programme Document, which are consistent with the respective regulations, rules and procedures of the Participating UN Organizations.

Article VI
Joint Communication

Each Participating UN Organization shall take appropriate measures to publicize the Joint Programme and to give due credit to the other Participating UN Organizations. Information given to the press, to the beneficiaries of the Joint Programme, all related publicity material, official notices, reports and publications, shall acknowledge the role of host Government, the donors, the Participating UN Organizations, the Administrative Agent and any other relevant parties. In particular, the Administrative Agent will include and ensure due recognition of the role of each Participating UN Organization and national partner in all external communications relating to the Joint Programme.

Article VII
Expiration, modification and termination of the Agreement

1. This Memorandum of Understanding shall expire upon completion of the Joint Programme, subject to the continuance in force of paragraph 5 below for the purposes therein stated.
2. This Memorandum of Understanding may be modified only by written agreement between the Parties.
3. Any of the Participating UN Organizations may withdraw from this Memorandum of Understanding upon giving thirty (30) days' written notice to all other parties to this Memorandum of Understanding stating that it has given notice, in accordance with the Joint Programme Document, of its withdrawal from the Joint Programme, subject to the continuance in force of paragraph 5 below for the purpose therein stated.
4. Obligations assumed by the withdrawing or terminating Parties under this Memorandum of Understanding shall survive the expiration or termination of this Memorandum of Understanding or the termination of the Administrative Agent or withdrawal of a Participating UN Organization to the extent necessary to permit the orderly conclusion of the activities and the completion of final reports, the withdrawal of personnel, funds and property, the settlement of accounts between the Parties hereto and the settlement of contractual liabilities that are required in respect of any subcontractors,

consultants or suppliers. Any balance remaining in the Joint Programme Account or in the individual Participating UN Organizations' separate ledger accounts shall be used for a purpose mutually agreed upon by the Administrative Agent and the Joint Programme Steering Committee.

Article VIII
Notices

1. Any action required or permitted to be taken under this Memorandum of Understanding may be taken on behalf of the Administrative Agent by Jens Toyberg-Frandzen, or his designated representative and on behalf of a Participating UN Organization by the head of office in the Palestinian Territories, or his or her designated representative.

2. Any notice or request required or permitted to be given or made in this Memorandum of Understanding shall be in writing. Such notice or request shall be deemed to be duly given or made when it shall have been delivered by hand, mail, cable or telex to the party to which it is required to be given or made, at such party's address specified in ANNEX C to this Memorandum of Understanding or at such other address as the party shall have specified in writing to the party giving such notice or making such request.

Article IX
Entry into force


This Memorandum of Understanding shall enter into force upon signature by authorized officials of the Parties and shall continue in full force and effect until it is expired or terminated.

Article X
Settlement of disputes

The Parties shall use their best efforts to promptly settle through direct negotiations any dispute, controversy or claim arising out of or in connection with this Memorandum of Understanding or any breach thereof. Any such dispute, controversy or claim which is not settled within sixty (60) days from the date either party has notified the other party of the nature of the dispute, controversy or claim and of the measures which should be taken to rectify it, shall be resolved through consultation between the Executive Heads of each of the Participating UN Organizations and of the Administrative Agent.


IN WITNESS WHEREOF, the undersigned, duly authorized representatives of the respective Parties, have signed this Memorandum of Understanding in the English in Five copies.

For the Administrative Agent

Signature: 
Name: Jens Toyberg Frandsen
Title: Special Representative
Place: Jerusalem
Date: 11/1/2006




For the World Health Organization (WHO)


Signature: 
Name: Ambrogio Manoni
Title: Head of office
Place: Jerusalem
Date: Nov 1st, 2006



For the Food and Agriculture Organization (FAO)


Signature: 
Name: Charles Riemenschneider
Title: O/C-TC Charles H. Riemenschneider
Place: Rome Officer in Charge
Date: 8/12/06 Technical Cooperation Department

For the United Nations Population Fund (UNFPA)

Signature: 
Name: Hafeeth Chelbi
Title: Representative
Place: _____
Date: _____



For the United Nations International Children's Emergency Fund (UNICEF)

Signature: 
Name: DAN ROTHMANN
Title: Special Representative
Place: Jerusalem
Date: 3-11-06

- ANNEX A: Joint Programme Document – Budget (Annex 2)
- ANNEX B: Contact Information for Participating UN Agencies

DETAILED COST TABLE (USD)

DATE: 17 OCT 2006
 PROPOSED ACTIVITY: UN Joint Avian influenza Emergency Project
 PROJECT NUMBER: ATLAS 00052403
 DONOR: Government of Norway
 COUNTRY/PROGRAM: Palestinian Territories

Component A: Human Health Emergency Activities				
A	Activity	Implmt. Agency	Budget	Details/Timeframe
A1	Procurement of Tami flu for protection of all highly exposed categories and contacts	WHO	70,000	Covering 10 sites of outbreaks, each one with 100,000 poultry. Epidemics expected in Autumn.
A2	Nutrition surveillance (nutrition surveys)	WHO	150,000	3 surveys: December 06, June and December 07
A3	Procurement of Seasonal Influenza vaccines	WHO	150,000	Influenza Vaccine for 30,000 persons Vaccines should be administered between September and October each year.
A4	Procurement of equipment and reagents for lab.	WHO	10,000	20 Kits of reagents for PCR to test animals in MoH lab in Gaza. This should cover the period October - December 2006. <i>Alan</i>
A5	Training for lab staff (MoH and MoA)	WHO	25,000	2 weeks training abroad for 8 staff
A6	Procurement of Sprayers	WHO	142,500	URGENT
A7	PSC and program monitoring and reporting	WHO	76,650	
A8	Community Awareness Programme and social mobilization	UNICEF	150,000	Joint Awareness programme <i>OR</i>
A9	Community Awareness Programme and social mobilization	UNFPA	88,500	
Sub total - Component A			862,650	

Component B: Animal Health Emergency Activities				
B	Activity	Implmt. Agency	Budget	Details/Timeframe
B1	Formulation of policies/plan for rebuilding the poultry industry.	FAO	20,000	Consultancy + study + plan
B2	Provision of vehicles to the veterinary services	FAO	75,000	
B3	Vehicles running costs Gaza (4 months)	FAO	7,200	4 month x 9 vehicles x 200 USD per month
B4	Vehicles running costs WB (4 months)	FAO	10,000	4 month x 13 vehicles x 200 USD per month
B5	Incentives for Vet Staff Gaza (4 months)	FAO	10,800	4 month x 6 staff x 3 districts x 150 USD
B6	Incentives for Vet Staff WB (4 months)	FAO	31,200	4 month x 4 staff x 13 districts x 150 USD
B7	Communications cards (WB)	FAO	4,056	13 USD per card x 3 staff x 13 districts x 2 cards per month x 4 months
B8	Communications cards (Gaza)	FAO	1,248	13 USD per card x 4 staff x 3 districts x 2 cards per month x 4 months <i>CMR</i>
B9	Technical training, and orientation for for Vet Doc and technicians (WB and Gaza)	FAO	100,000	
B10	Disposable materials for the lab, PCR kits and reagents (Gaza)	FAO	26,000	Labs in Gaza and WB must be able to operate.
B11	Disposable materials for the lab, Elisa differential kits (WB)	FAO	36,000	Immediately
B12	PPE (Gaza)	FAO	15,000	Immediately
B13	Elisa reader computerized including software (Gaza)	FAO	3,000	Immediately
B14	Ultra deep freezer for samples storage (Gaza)	FAO	15,000	Immediately
B15	Autoclave 100 liters (Gaza)	FAO	8,000	Immediately
B16	Necessary Office Equipment	FAO	25,000	Necessary to speed up communications.
B17	Office Stationary	FAO	10,000	
B18	Contingency fund for covering the expenses of AI outbreaks	FAO	214,846	
B19	FAO technical support, consultancies and general management expenses, and monitoring and reporting	FAO	50,000	Follow up, management and supervision
Sub total - Component B			662,350	

Component C: Management of the Joint Programme				
C	Activity	Implmt. Agency	Budget	Details/Timeframe
C1	Joint Programme Coordinator – Part time	UNDP	18,000	12 month part-time
C2	Office equipment, furniture, and stationary	UNDP	8,000	
C3	Communication and transportation	UNDP	5,400	
C4	Contingency Expenses	UNDP	60,365	
C5	GMS- Administrative Agent	UNDP	20,000	
Sub-total - Component C			111,765	

Total Cost for all components of Joint Programme 1,636,765

Handwritten signatures